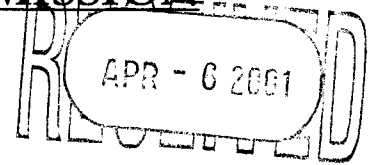


4-6-01
cm

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ARIZONA CORPORATION
COMMISSION



ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

Director of Utilities

M

W-01877A WATER
MOUNTAIN DELL WATER, INC.
1341 W PALMER AVE
FLAGSTAFF AZ 86001-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2000
----	----	------

FOR COMMISSION USE

ANN 04	00
--------	----

COMPANY INFORMATION

Company Name (Business Name) Mountain Dell Water, Inc.

Mailing Address 1341 PALMER
(Street)

Flagstaff
(City)

ARIZONA
(State)

86001
(Zip)

520 774 9550

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 1492 Palmer
(Street)

Flagstaff
(City)

ARIZONA
(State)

86001
(Zip)

SAME

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Peter Reznick President
(Name) (Title)

1500 Palmer
(Street)

Flagstaff
(City)

AZ
(State)

86001
(Zip)

520 774-9550

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Nick Reznick
(Name)

1525 Palmer
(Street)

Flagstaff
(City)

AZ
(State)

86001
(Zip)

213 0501

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: Peter Reznick
 (Name)

1500 Palmer Flagstaff AZ 86001
 (Street) (City) (State) (Zip)

520 774-7805
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: n/a
 (Name)

 (Street) (City) (State) (Zip)

 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

Mountain Dell Water, Inc.

COMPANY NAME

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	15000		15000
304	Structures and Improvements	1000	876	124
307	Wells and Springs	14000		14000
311	Pumping Equipment	17877	16592	1285
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	10897	8066	2831
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	1000	876	124
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	48260	48260	0
340	Office Furniture and Equipment			
341	Transportation Equipment	5000	4712	288
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	16558	16258	300
346	Communication Equipment			
347	Miscellaneous Equipment	2000	2000	0
348	Other Tangible Plant	2971	2799	172
	TOTALS	134563	100439	34124

This amount goes on the Balance Sheet Acct. No. 108

Mountain Dell Water, Inc.

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	15000		0
304	Structures and Improvements	1000	18 yr	50
307	Wells and Springs	14000		0
311	Pumping Equipment	17877	7 yr.	285
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	10897	7 yr	1039
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	1000	18 yr	50
335	Hydrants			
336	Backflow Prevention Devices	48260	15 yr	0
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	5000	5 yr	576
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	16558	15 yr	805
346	Communication Equipment			
347	Miscellaneous Equipment	2000	5 yr	0
348	Other Tangible Plant	2971	5 yr	342
	TOTALS	134563		3148

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 12844	\$ 18367
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 12844	\$ 18367
	FIXED ASSETS		
101	Utility Plant in Service	\$ 133563	\$ 134563
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	96040	100439
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 37523	\$ 34124
	TOTAL ASSETS	\$ 50367	\$ 52491

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	665	735
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	0	0
	TOTAL CURRENT LIABILITIES	\$ 665	\$ 735
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 665	\$ 735
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 22000	\$ 22000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	27702	29756
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 49702	\$ 51756
	TOTAL LIABILITIES AND CAPITAL	\$ 50367	\$ 52491

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 36062	\$ 42663
460	Unmetered Water Revenue		
474	Other Water Revenues	510	682
	TOTAL REVENUES	\$ 36572	\$ 43345
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 10828	\$ 10000
610	Purchased Water		
615	Purchased Power	7157	7298
618	Chemicals		
620	Repairs and Maintenance	1896	3888
621	Office Supplies and Expense	727	752
630	Outside Services	1819	288
635	Water Testing	965	671
641	Rents	5400	5400
650	Transportation Expenses	2068	2971
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	914	1266
403	Depreciation Expense	2729	3148
408	Taxes Other Than Income	3648	4290
408.11	Property Taxes	1463	1506
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 39614	\$ 41418
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 524	\$ 615
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$	\$
	NET INCOME/(LOSS)	\$ < 2518 >	\$ 2482

Mountain Bell Water, Inc.

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan	NA			
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 735

Meter Deposits Refunded During the Test Year

\$ 0

COMPANY NAME

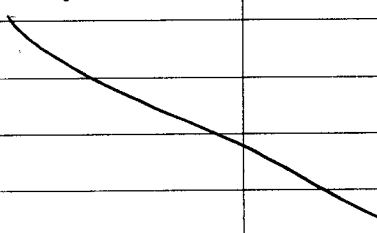
WATER COMPANY PLANT DESCRIPTIONWELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-802024	15	15	10	2"
55-802025	15	19	10	2"

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 6701

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1		
15	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10 000	4	2000	1

STATISTICAL INFORMATION

Total number of customers 86

Total number of gallons sold 6,255,397 gallons

COMPANY NAME Mountain Dell Water, Inc. YEAR ENDING 12/31/2000

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2000 was: \$ 1506.22

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Mountain Roll Water, Inc.

YEAR ENDING 12/31/2000

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 2482
Estimated or Actual Federal Tax Liability 0State Taxable Income Reported 2482
Estimated or Actual State Tax Liability 0

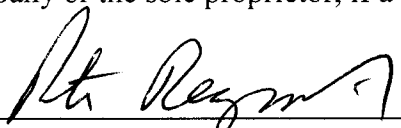
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE4/5/01
DATEPETER REZNICK
PRINTED NAME4/5/01
TITLE

COMPANY NAME Mountain Dell Water, Inc. YEAR ENDING 12/31/2000

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

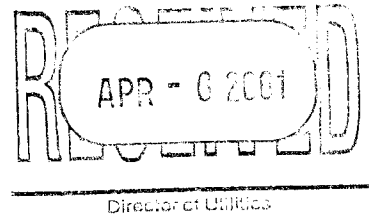
Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2000)

\$ 1506.22

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>COCONINO</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Peter Reznick, President</u>
COMPANY NAME <u>Mountain Bell Water, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2000

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 43960.-

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2,431.-
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
520 774-7805
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

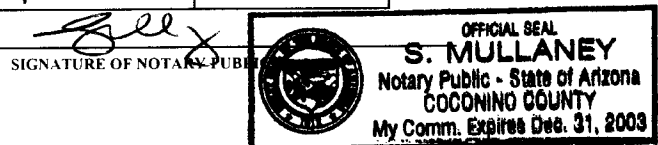
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 5th DAY OF

COUNTY NAME	<u>COCONINO</u>	
MONTH	<u>April</u>	<u>2001</u>

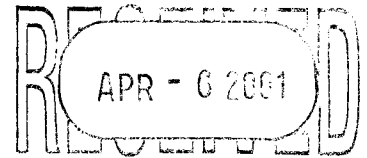
(SEAL)

MY COMMISSION EXPIRES 12/31/03



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



Director of Utilities

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

(COUNTY NAME) <u>Coconino</u>	
NAME (OWNER OR OFFICIAL) <u>Peter Reznick, President</u>	TITLE <u>President</u>
COMPANY NAME <u>Mountain Dell Water, Inc.</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2000</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 43960. —

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 2431. —
IN SALES TAXES BILLED, OR COLLECTED

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

X

Peter Reznick
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 31 **DAY OF**

(SEAL)



MY COMMISSION EXPIRES 12/31/03

NOTARY PUBLIC NAME <u>Steve Mullaney</u>	
COUNTY NAME <u>Coconino</u>	
MONTH <u>April</u>	<u>20 01</u>

X

Steve Mullaney
SIGNATURE OF NOTARY PUBLIC

TAX ROLL NUMBER	63023
PAGE IDENTIFICATION	917-50-100 5
TAX AREA CODE	0100

ADDRESS: 110 E CHERRY
FLAGSTAFF AZ 86001
60 USE 5500

IMPORTANT - SEE REVERSE SIDE FOR COMPLETE EXPLANATION OF YOUR 2000 TAX NOTICE AND PAYMENT INSTRUCTIONS.

2000 TAX SUMMARY (3)	
PRIMARY AD VALOREM TAX	111 78.2
LESS STATE AD TO EDUCATION	500
NET PRIMARY AD VALOREM TAX	111 78.2
SECONDARY AD VALOREM TAX	3884.0
SPECIAL DISTRICT TAX	00

PAY TOTAL OR HALF TAX:

TOTAL TAX DUE	→	150622
HAIR TAX	→	75311

DELINQUENT DATES
4/4/1990 / 4/2000

1st HALF NOV. 1, 2001
2nd HALF MAY 1, 2001

THIS IS THE ONLY NOTICE YOU WILL RECEIVE
NO RECEIPT WILL BE SENT UNLESS REQUESTED

LINE NO	DESCRIPTION	2001 BUDGET	2001 SCENARIO	2001 TOTAL	1999 TOTAL	PERCENT
02000	COCCONINO COUNTY	6,136	00	6,136	6,034	100.0
02001	SCHOOL EDUCATION	9,158	00	9,158	9,170	100.0
07001	FLAGSTAFF SJ #1	99,386	30	110,232	115,272	95.7
08150	COUNTY COMMUNITY COLLEGE DISTRI	7,102	30	10,232	10,438	97.2
11900	FIRE DISTRICT ASSISTANCE FUND	00	1,575	1,575	1,448	107.4
14900	COCCONINO CO LIBRARY DIS #17-58	00	3,395	3,395	3,335	101.8
15000	COCCONINO COUNTY FCD #84-41	00	5,770	5,770	6,335	91.1
	TOTALS	111,782	38,840	150,622	146,334	103.0

TEAR OFF ALONG DOTTED LINES

TEAR OFF ALONG DOTTED LINE

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

CONNIE FRY TREAS.
COCONINO CO.
110 E CHERRY
FLAGSTAFF AZ 86001

MOUNTAIN DELL WATER
1460 PALMER AVE
FLAGSTAFF AZ 86001

TAX ROLL NUMBER	63023
PAID IDENTIFICATION	917-50-100 5
TAXPAYER CODE	0100
RECEIPT REQUESTED ()	

MOUNTAIN DELL WATER INC
1460 PALMER AVE
FLAGSTAFF AZ 86001

PLEASE RETURN THIS INFORMATION TO THE
CONNIE FRY
COCONINO CO TREAS.
110 E CHERRY
FLAGSTAFF AZ 86001
MOUNTAIN DELL WATER INDO
1460 PALMER AVE

MOUNTAIN DELL WATER INC
1460 PALMER AVE
FLAGSTAFF AZ 86001

*IF TOTAL TAX DUE IS \$25.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2000 2ND HALF COUPON

TO PAY 2nd HALF

62

NOTE: 2ND HALF TAXES DELINQUENT AFTER MAY, 1 2001

NOTE: 1st HALF TAXES DELINQUENT AFTER NOV. 1 2000

$$I(X_0 \#_{\mathbb{R}} \mathbb{R}^2) + n, \quad I(X_0 \#_{\mathbb{R}} \mathbb{R}^2)$$

Payment has been received from Mountain Dell Water
at the office of the COCONINO COUNTY TREASURER for
192000 taxes in the amount of \$ 1506.22 ,
and interest in the amount of \$ _____ , for
the 1st half _____ , 2nd half _____ , full year on the
following:

PARCEL # 917-S0-100 _____
PARCEL # _____

CONNIE FRY

Date 10-26-00

Deputy SG

COCONINO COUNTY TREASURER
TREASURER & TAX COLLECTOR
110 E. CHERRY AVE.
FLAGSTAFF, AZ 86001-4627

596